

# STATE BONDING FUND

## PERFORMANCE REPORT FOR MARCH 2002

5/10/2002

	Assets as of March 31, 2002			* RATES OF TOTAL RETURN						
	EMV \$(000)	Actual Alloc	Policy Alloc	Quarter Ended				2002 FYTD	Year Ended 6/30/2001	
				Mar-02	Dec-01	Sep-01	Jun-01			
LARGE CAP EQUITY										
Value										
LSV	127	2.6%	2.3%	9.19%	8.71%	-9.12%	8.10%	7.87%	28.80%	
RUSSELL 1000 VALUE				4.09%	7.37%	-10.95%	4.88%	-0.48%	10.33%	
Growth										
Alliance Capital	113	2.3%	2.3%	-5.94%	15.88%	-20.51%	10.03%	-13.36%	-30.23%	
RUSSELL 1000 GROWTH				-2.59%	15.14%	-19.41%	8.42%	-9.61%	-36.18%	
Core										
State Street	551	11.1%	10.5%	0.27%	10.67%	-14.68%	5.81%	-5.32%	-15.00%	
S&P 500				0.28%	10.69%	-14.68%	5.85%	-5.29%	-14.83%	
TOTAL LARGE CAP DOM. EQUITY	791	16.0%	15.0%	0.65%	11.16%	-14.82%	6.91%	-4.70%	-9.87%	
S&P 500				0.28%	10.69%	-14.68%	5.85%	-5.29%	-14.83%	
SMALL CAP EQUITY										
SEI Investments	281	5.7%	5.0%	2.34%	20.09%	-20.00%	N/A	-1.68%	N/A	
RUSSELL 2000 + 200 bp				4.15%	21.26%	-20.62%	N/A	0.24%	N/A	
TOTAL SMALL CAP DOM. EQUITY	281	5.7%	5.0%	2.34%	20.09%	-19.93%	14.24%	-1.60%	-4.21%	
RUSSELL 2000				3.98%	21.09%	-20.79%	14.29%	-0.27%	0.57%	
CONVERTIBLES										
Trust Company of the West	513	10.4%	10.0%	-1.64%	12.40%	-15.83%	4.74%	-6.94%	-15.57%	
F.B. CONVERTIBLE SECURITIES INDEX				-0.16%	7.67%	-11.01%	4.12%	-4.34%	-11.87%	
INTERNATIONAL EQUITY - Core										
Capital Guardian	528	10.6%	10.0%	1.29%	14.00%	-17.63%	0.94%	-4.89%	-24.42%	
MSCI 50% HEDGED EAFE INDEX (1)				1.26%	8.60%	-16.41%	0.15%	-8.08%	-20.41%	
FIXED INCOME										
Core - Index										
Bank of North Dakota	663	13.4%	15.0%	-0.40%	0.02%	4.93%	0.31%	4.53%	11.02%	
LB GOVT/CORP				-0.47%	0.06%	4.76%	0.30%	4.33%	11.13%	
Core Bond										
Western Asset	1,324	26.7%	25.0%	0.50%	-0.16%	4.76%	1.18%	5.12%	12.62%	
LB AGGREGATE				0.09%	0.05%	4.61%	0.56%	4.76%	11.22%	
BBB Average Quality										
Strong	354	7.1%	10.0%	N/A	N/A	N/A	N/A	N/A	N/A	
LB BBB Index				N/A	N/A	N/A	N/A	N/A	N/A	
TOTAL FIXED INCOME	2,341	47.2%	50.0%	0.10%	-0.08%	4.83%	0.80%	4.85%	11.92%	
LB GOVT/CORP				-0.47%	0.06%	4.76%	0.30%	4.33%	11.13%	
CASH EQUIVALENTS										
BND - Money Market Account	503	10.1%	10.0%	0.48%	0.55%	0.90%	1.00%	1.94%	5.85%	
90 DAY T-BILLS				0.43%	0.64%	1.08%	1.12%	2.16%	5.90%	
TOTAL FUND	4,956	100.0%	100.0%	0.32%	5.06%	-4.36%	2.76%	0.79%	0.43%	
POLICY TARGET BENCHMARK				0.16%	4.38%	-3.50%	2.28%	0.89%	0.44%	
TOTAL VALUE ADDED DUE TO										
Asset Mix				0.04%	-0.07%	0.14%	-0.29%	0.11%	-0.06%	
Active Management				0.12%	0.72%	-1.04%	0.76%	-0.20%	0.05%	
Total Value Added				0.16%	0.65%	-0.90%	0.47%	-0.10%	-0.01%	

(1) Prior to October 1, 2000, the benchmark for this asset class was the MSCI *Unhedged* EAFE Index.

\* NOTE: Monthly returns and market values are preliminary and subject to change.  
Returns are net of management fees.